

PAWNEE COUNTY CONSERVATION DISTRICT

ANNUAL FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2018

PAWNEE COUNTY CONSERVATION DISTRICT
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YEAR ENDED JUNE 30, 2018

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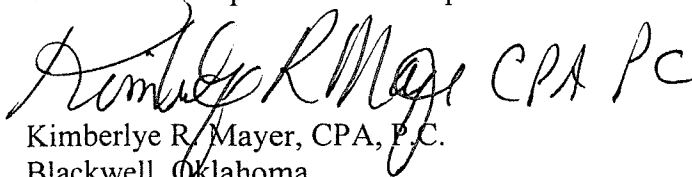
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Board of Directors
Pawnee County Conservation District

Management is responsible for the accompanying financial statements of the Pawnee County Conservation District which comprise the statement of net position as of June 30, 2018 and the related statements of revenues and expenses and changes in net position for the year then ended, and the related notes to the financial statements in accordance with the cash basis of accounting. Management is responsible to determine that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy and completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

We are not independent with respect to Pawnee County Conservation District.



Kimberlye R. Mayer, CPA, P.C.
Blackwell, Oklahoma
September 18, 2018

FINANCIAL STATEMENTS

AND

NOTES

PAWNEE COUNTY CONSERVATION DISTRICT
STATEMENT OF NET POSITION
CASH BASIS
JUNE 30, 2018

ASSETS

Current Assets:

Operating accounts	\$ 20,695
Certificates of deposit	<u>2,041</u>
Total cash and cash equivalents	<u>22,736</u>
 Total Assets	 <u><u>\$ 22,736</u></u>

NET POSITION

Net Position:

Unrestricted	<u>\$ 22,736</u>
 Total Net Position	 <u><u>\$ 22,736</u></u>

See accountant's notes and compilation report.

PAWNEE COUNTY CONSERVATION DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
CASH BASIS
YEAR ENDED JUNE 30, 2018

Operating Revenues:	
OCC reimbursements	\$ 34,297
Cost share received	19,667
Donations/sponsorships	500
Hay sales	200
Total Operating Revenues	<u>54,664</u>
Operating Expenses:	
Payroll	25,410
Payroll taxes and employee benefits	4,918
Utilities and telephone	877
Cost share paid	19,667
Insurance	100
Director fees	1,525
Professional fees	985
Meeting expenses and travel	746
Office supplies and postage	757
Conservation education and awards	1,806
Dues and subscriptions	575
Outdoor classroom	848
Miscellaneous expenses	161
Total Operating Expenses	<u>58,375</u>
Operating Income (Loss)	(3,711)
Nonoperating Revenues (Expenses):	
Bonus and royalty income	120
Interest income	6
Total Nonoperating Revenues (Expenses)	<u>126</u>
Changes in net position	(3,585)
Net position, beginning of year	<u>26,321</u>
Net position, end of year	<u><u>\$ 22,736</u></u>

See accountant's notes and compilation report.

PAWNEE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

The Pawnee County Conservation District was created under Title 27A, sections 3-1-101 through 3-3-410, of the Oklahoma Statutes, as amended. The purpose of the District is to provide for the conservation of the renewable natural resources in the area for which the District is responsible.

Basis of Accounting

The District prepares its financial statements using the cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenses when they result from cash transactions. This basis is a basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

NOTE 2 – CASH AND CERTIFICATES OF DEPOSIT:

Bank balances and certificates of deposit are covered by FDIC insurance. All deposits are fully insured.

NOTE 3 – INVESTMENTS:

The State of Oklahoma allows governmental entities to invest in the following: direct obligations of the United State Government, its agencies or instrumentalities; collateralized or insured certificates of deposit; insured savings accounts or savings certificates; or county, municipal or school district direct debt.

NOTE 4 - OCC REIMBURSEMENTS:

The District is reimbursed by the Oklahoma Conservation Commission for salaries, payroll taxes, mileage, telephone charges, office supplies, and certain other office expenses.

PAWNEE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 5 – PROPERTY AND EQUIPMENT:

The District maintains a list of property and equipment that was purchased at a cost of \$16,747. Due to the District's utilizing the cash basis of accounting, the cost of this property and equipment is not reported as assets in the financial statements.

NOTE 6 - RETIREMENT PLAN:

Oklahoma public employees who work 1,599 hours or more per year were enrolled in the Oklahoma Public Employees Retirement System. On salaries paid from reimbursable funds from the Oklahoma Conservation commission the employers 16½% share of retirement was paid directly by the Commission. The employees' share of the retirement contribution was 16½% of locally earned wages and 3½% of state reimbursable wages.

NOTE 7 - CASH AND CASH EQUIVALENTS:

The District considers all checking accounts and deposits with a maturity of three months or less to be cash equivalents.

NOTE 8 – FAIR VALUES OF FINANCIAL INSTRUMENTS:

The definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

Level 1: Quoted prices in active markets for identical securities.

Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).

Level 3: Significant unobservable inputs (including the District's own assumptions in determining the fair value of investments).

The District's financial instruments include cash and cash equivalents and certificates of deposit. The District's estimate of the fair value of all financial instruments does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statement of net position. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

PAWNEE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 9 – RISK MANAGEMENT:

The District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The OCC and the District purchase commercial insurance and other risks of loss. Settled claims have not exceeded the commercial coverage in past years.

NOTE 10 – CONTINGENCIES:

As of June 30, 2018, the District did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 11 – EVALUATION OF SUBSEQUENT EVENTS:

The District has evaluated subsequent events through September 18, 2018 the date which the financial statements were available to be issued.